PROVINCE OF SASKATCHEWAN

10-11

FINANCIAL STATEMENTS

MINISTRY OF ADVANCED EDUCATION, EMPLOYMENT AND IMMIGRATION

Training Completions Fund

Letters of Transmittal

The Honourable Dr. Gordon L. Barnhart, S.O.M., Ph.D.
Lieutenant Governor of Saskatchewan

May it Please Your Honour:

I respectfully submit the Financial Statements of the Training Completions Fund for the fiscal year ending March 31, 2011.

Rob Norris
Minister of Advanced Education, Employment and Immigration

The Honourable Rob Norris
Minister of Advanced Education, Employment and Immigration

I have the honour of submitting the Financial Statements of the Training Completions Fund for the fiscal year ending March 31, 2011.

Clare Isman
Deputy Minister
Advanced Education, Employment and Immigration

Provincial Auditor Saskatchewan

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SASKATCHEWAN

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INDEPENDENT AUDITOR'S REPORT

To: The Members of the Legislative Assembly of Saskatchewan

I have audited the accompanying financial statements of the Training Completions Fund, which comprise the statement of financial position as at March 31, 2011, and the statement of operations and net assets for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards for Treasury Board's approval, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Training Completions Fund as at March 31, 2011, and the results of its operations, changes in its net assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Bonnie Lysyk

Regina, Saskatchewan
August 3, 2011

Bonnie Lysyk, MBA, CA
Provincial Auditor

Financial Statements

Statement 1

Training Completions Fund
Statement of Financial Position
As at March 31

	2011	2010
Assets		
Due from General Revenue Fund (Note 4)	$ 454,492	$ 601,878
Accounts receivable	-	2,586
Interest receivable	1,266	366
	$ 455,758	$ 604,830
Liabilities and Net Assets		
Liabilities		
Accounts payable	$ 9,650	$ 71,748
Other (Note 5)	26,421	85,813
	36,071	157,561
Net assets (Statement 2)	419,687	447,269
	$ 455,758	$ 604,830

(See accompanying notes to the financial statements)

Statement 2

Training Completions Fund
Statement of Operations and Net Assets
For the Year Ended March 31

	2011	2010
Revenue		
Assessment fees	$ 25,032	$ 22,457
Interest income	4,218	1,776
	29,250	24,233
Expenses		
Bad debt	-	2,323
Consulting fees	-	8,500
Student compensation	13,932	66,537
Training completion	42,900	128,630
	56,832	205,990
(Deficit) Surplus for the year	(27,582)	(181,757)
Net assets, beginning of year	447,269	629,026
Net assets, end of year - to Statement 1	$ 419,687	$ 447,269

(See accompanying notes to the financial statements)

Training Completions Fund
Notes to the Financial Statements
March 31, 2011

1. Overview of the Fund

The Training Completions Fund (Fund) was created under the *Private Vocational Schools Regulation Act, 1995*. The act was proclaimed on December 15, 1995.

The Fund is administered by the Ministry of Advanced Education, Employment and Immigration. The revenue of the Fund consists of monies that operators are directed by regulations to provide donations to the Fund and earnings from the investments of the Fund. The Fund is primarily used to provide the financial resources necessary to continue the training of students affected by the closure of a private vocational school.

2. Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results may differ from those estimates.

3. Related Party Transactions

The Fund has not been charged with any administrative costs and no provision for such costs is reflected in these statements. These costs are borne by the Ministry of Advanced Education, Employment and Immigration. Other related party transactions are disclosed separately in these financial statements.

4. Due from the General Revenue Fund

The monies of the Fund are deposited in the General Revenue Fund. The Fund's interest is calculated and paid from the General Revenue Fund on a quarterly basis using the Government's thirty-day borrowing rate and the Fund's average daily account balance. The Government's average thirty-day borrowing rate for the year ended March 31, 2011 is 0.80% (2010 – 0.27%).

5. Other Liabilities

The Fund administers performance bonds and other amounts provided by private vocational school operators. The performance bonds are required under the *Private Vocational Schools Regulation Act, 1995*, to guarantee obligations under student contracts, the Act and regulations.

Other liabilities represent the proceeds from performance bonds and refunds due to students provided by school operators that have not been paid out to satisfy student claims at year end. After all amounts have been paid out to satisfy student claims, the net balance of the proceeds, if any, will be repaid to the issuer. During the year, the Fund received $20,000 (2010 - $30,000) in proceeds from performance bonds claimed by the Ministry on behalf of two closed schools. During the year three Private Vocational Institution campuses closed.

The Fund paid out $79,393 (2010 - $20,000) during the year on behalf of the issuers. Since the amounts were held on behalf of the issuers, they are not included in the revenues or expenses of the Fund.

6. Financial Instruments

The Fund's financial instruments include due from General Revenue Fund, accounts receivable, interest receivable, accounts payable, and other liabilities. Due to the immediate or short-term nature, the fair value of these financial instruments approximates their carrying values.

7. Cash Flow and Net Assets Statements

Cash flow and net assets statements have not been presented since this information is readily apparent from the other financial statements.

For More Information

If you have any questions or comments, or would like additional copies of the Training Completions Fund 2010-11 Annual Report, we invite you to call (306) 787-9478 or contact:

Advanced Education, Employment and Immigration
Marketing and Communications
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To download a copy of the report or to obtain more information about programs and services contained in this annual report, please visit the Ministry's website at www.aeei.gov.sk.ca.